



Centennial Tower
200 N. Loraine, Suite 1170
Midland, TX 79701
USA
915/683-7063
Fax 915/683-6847

July 8, 2003

Mr. Patrick S. Sparks
Oxy USA WTP Limited Partnership
P.O. Box 50250
Midland, TX 79705

RE: Term Assignment Request
N/2 S/2 and S/2 SW/4 8-21S-35E
Lea County, NM

Dear Pat:

Our review of the state and county records reflects Oxy USA WTP Limited Partnership's ownership of operating rights in Section 8, Township 21 South, Range 35 East as follows:

N/2 S/2 and S/2 SW/4 100.0% W.I. and 87.5% N.R.I.

Samson is interested in securing a term assignment on the above identified lands in and to all depths for a term of two years, \$300 an acre, with a reservation by Oxy USA WTP Limited Partnership of the difference of the royalties burdening the lands and 20%.

Terms provided herein are subject to a mutually agreed to term assignment form and further subject to management approval.

If this offer is acceptable to your company please contact me at (915) 683-7063.

Thank you for your attention to this matter.

Sincerely,

A handwritten signature in cursive script that reads 'Peggy Kerr'.

Peggy Kerr
District Landman

Enclosures

PK/ab

OIL CONSERVATION DIVISION

CASE NUMBER

EXHIBIT NUMBER 2



Centennial Tower
200 N. Loraine, Suite 1170
Midland, TX 79701
USA
432/683-7063
Fax 432/683-6847

December 19, 2003

VIA FACSIMILE 432/685-5742
Mr. Douglas W. Hurlbut
Oxy USA WTP Limited Partnership
6 Desta Drive, Suite 6000
Midland, TX 79705

RE: Dilly Bar "9" State #1 Well
S/2 of Section 8, T-21-S, R-35-E
Lea County, New Mexico

Gentlemen:

The records of Lea County, New Mexico and the State Records reflect that Oxy owns a 100% leasehold interest in State Oil and Gas Lease B-1481-18 insofar as it covers the N/2 S/2, S/2 SW/4 of Section 8, T-21-S, R-35-E.

Samson Resources Company proposes the drilling of the Dilly Bar "8" State #1 Well, to be located 660' FSL and 1980' FEL of Section 8, T-21-S, R-35-E, to 12,600' or a depth sufficient to test the Morrow formation. Enclosed please find an AFE for this well, reflecting dry hole costs of \$1,260,563 and a completed well cost of \$1,834,033.

Please indicate your election to participate in this well by either signing and returning the enclosed AFE to the letterhead address or by contacting the undersigned at 432/570-9622.

Sincerely,

A handwritten signature in cursive script that reads 'Elizabeth E. Moses'.

Elizabeth E. Moses
Consulting Landman

Enclosure

OIL CONSERVATION DIVISION
CASE NUMBER
EXHIBIT NUMBER

RF

HP LaserJet 3100
Printer/Fax/Copier/Scanner

SEND CONFIRMATION REPORT for

915 570 9603
Dec-19-03 12:38PM

Job	Start Time	Usage	Phone Number or ID	Type	Pages	Mode	Status
986	12/19 12:36PM	1'37"	915 685 5742	Send.....	3/ 3	EC144	Completed.....

Total 1'37" Pages Sent: 3 Pages Printed: 0

ELIZABETH E. MOSES
CONSULTING LANDMAN
FOR SAMSON RESOURCES COMPANY

FACSIMILE TRANSMITTAL SHEET

TO:	Doug Huzbur	FROM:	Elizabeth E. Moses
COMPANY:	Oxy	DATE:	December 19, 2003
FAX NUMBER:	685-5742	TOTAL NO. OF PAGES INCLUDING COVER:	3
PHONE NUMBER:		SENDER'S REFERENCE NUMBER:	
RE:		YOUR REFERENCE NUMBER:	

URGENT FOR MY VIEW PLEASE COMMENT PLEASE REPLY PLEASE RECYCLE

NOTES/COMMENTS

Enclosed is proposal letter and AFE for the Dilly Bar "8" State #1 Well.

200 N. LORAINE, SUITE 1170
MIDLAND, TEXAS 79701
915/570-9622
FAX 915/570-9603



Centennial Tower
200 N. Loraine, Suite 1170
Midland, TX 79701
USA
432/683-7063
Fax 432/683-6847

February 3, 2004

Mr. Douglas W. Hurlbut
Oxy USA WTP Limited Partnership
6 Desta Drive, Suite 6000
Midland, TX 79705

RE: Dilly Bar "8" State #1 Well
S/2 of Section 8, T-21-S, R-35-E
Lea County, New Mexico

Gentlemen:

Reference is made to Samson Resources Company's letter to Oxy dated December 19, 2003 proposing the referenced well.

Please be advised that due to pipeline interference, the proposed location of the Dilly Bar "8" State #1 Well has been moved to 760' FSL and 1840' FEL of . Section 8, T-21-S, R-35-E, Lea County, New Mexico.

If you have any questions, please don't hesitate to contact the undersigned at 432/570-9622.

Sincerely,

A handwritten signature in cursive script that reads 'Elizabeth E. Moses'.

Elizabeth E. Moses
Consulting Landman